



Stockholm, 9 July 2020

Notice to unitholders in Tundra Frontier Africa Fund

Tundra Fonder AB has decided to merge the Tundra Frontier Africa Fund with the Tundra Sustainable Frontier Fund by way of “absorption”, a process in which both funds become a common fund after the merger. The rationale behind the merger is that following the steep market downturn in the aftermath of the coronavirus pandemic, Tundra Frontier Africa Fund no longer has sufficient management volume to make the fund financially viable for the Fund Management Company.

Like Tundra Frontier Africa Fund, Tundra Sustainable Frontier Fund is an actively managed equity fund. Africa is a key investment region for the fund, but the fund also invests in other new, emerging markets such as Pakistan, Vietnam, Bangladesh and Sri Lanka, in addition to investments in Africa. The fund seeks to demonstrate higher return than the benchmark index, MSCI Frontier Markets xGCC Net Total Return, at equal or lower risk. The investment strategy is global and diversified and is thus not restricted to any particular sector. The fund follows sustainability-related criteria in its investments and is managed by the same management team that manages Tundra Frontier Africa Fund. The markets to which Tundra Sustainable Frontier has exposure all have substantial potential for the foreseeable future but the risk is lower because investments are spread across several markets.

At least 80 percent of fund assets will be invested in equities and equity-related transferable securities issued by companies domiciled in emerging markets and/or frontier markets, or which conduct their principal business in emerging markets and/or frontier markets. The Fund is permitted to invest up to 20 percent of the net asset value of the fund in equities and equity-related securities issued by companies in markets classified as Developed Markets by MSCI. “Emerging markets” and “frontier markets” refer to such countries that are not classified as Developed Markets according to MSCI. Notwithstanding the aforementioned restrictions, the fund is always permitted to hold the cash and cash equivalents necessary to manage the fund, which must, however, not exceed 20 percent of the net asset value of the Fund.

When the merger is executed, Tundra Frontier Africa Fund will cease operating and unitholders who choose not to do anything, i.e., who opt not to exercise their right to redeem units before the merger occurs, will, in accordance with chapter 8, section 11 of the Swedish Investment Funds Act (2004:46), become unitholders in Tundra Sustainable Frontier Fund. The value of your fund investments will not be affected by the merger. The merger will take place automatically and you do not need to take any action in response to this letter if you do not wish to redeem your units in Tundra Frontier Africa Fund. The merger has been approved by Finansinspektionen.

You may buy units in Tundra Frontier Africa Fund at no extra cost until 2 September 2020 at 14:30 CET. Thereafter, it will no longer be possible to buy units in the fund. You may sell units in Tundra Frontier Africa Fund at no extra cost until 2 September 2020. Subsequently, trading in the fund will cease. The merger will take place on 4 September 2020. If you do not exercise your right to redeem your units in Tundra Frontier Africa Fund, you may, as of 4 September 2020, exercise your rights as unitholders in Tundra Sustainable Frontier Fund. Please note that the main rule in Sweden is that you will pay tax on any capital gains arising from the sale of fund units. Generally speaking, investors in pension and insurance investment plans are exempt. You are encouraged to contact a tax adviser if you have any questions about tax effects related to the merger. As an investor in Tundra Frontier Africa Fund, you will receive a new number of units in Tundra Sustainable Frontier Fund of equal value to your holdings in Tundra Frontier Africa Fund. After the merger has been executed, you



will receive a letter providing a specification of transferred units. Please see page three of this letter for further information about how the merger will proceed, key dates and other useful information.

You are invited to contact us with any questions by telephone on +46 8 551 145 70 or email to info@tundrafonder.se.

Kind regards,

A handwritten signature in blue ink, appearing to read "Antonia Gibson". The signature is fluid and cursive, with a long, sweeping tail on the final letter.

Antonia Gibson
Chief Executive Officer, Tundra Fonder AB



Further information about how the merger will proceed

The process and key dates/time

- 2 September 2020, 14:30 CET: Deadline for submitting buy orders for trading in Tundra Frontier Africa Fund before the merger is executed.
- 2 September 2020, 23:59 CET: Deadline for submitting sell orders for trading in Tundra Frontier Africa Fund before the merger is executed.
- 3 September 2020: Unit price at which the merger will take place is determined.
- 4 September 2020: The merger is executed. Your fund units are converted to fund units in Tundra Sustainable Frontier Fund.

The merger will take place automatically and you do not need to take any action if you do not wish to redeem your units.

The merger will not entail any extra costs for you and does not as a rule trigger any taxes provided that you do not sell your units. Please note that if you choose to sell your holdings, this may have tax consequences. The main rule is that you will pay tax on any capital gains. Generally speaking, investors in pension and insurance investment plans are exempt. Contact your personal adviser concerning such matters.

If you make monthly investments in Tundra Frontier Africa Fund via a standing order with your bank, this will be transferred automatically to monthly investments in Tundra Sustainable Frontier Fund.

The value of your fund investments will not be affected by the merger

As an investor in Tundra Frontier Africa Fund, you will receive a new number of units in Tundra Sustainable Frontier Fund of equal value to your holdings in Tundra Frontier Africa Fund, but at the unit price for Tundra Sustainable Frontier Fund. After the merger has been executed, you will receive a letter providing a specification of transferred units. Calculation of the net assets of the absorbed fund, Tundra Frontier Africa Fund, is based current market values. All accrued income is taken into account when the exchange ratio between the funds is determined and there are consequently no dilutive effects for you as a unitholder in connection with the merger.

Specific rights pertaining to fund merger

Unitholders in Tundra Frontier Africa Fund have the right to redeem their fund shares as of the date this information is provided to unitholders and up to 2 September 2020 at 14:30 CET with no fees charged other than those corresponding to the costs of winding up securities by reason of the requested redemption. Please note that the Swedish Tax Agency may consider divestiture equivalent to sale and such divestiture may therefore trigger taxation.

About the absorbing fund, Tundra Sustainable Frontier Fund

Like Tundra Frontier Africa Fund, Tundra Sustainable Frontier Fund is an actively managed equity fund. The fund invests in new emerging markets such as Pakistan, Vietnam, Bangladesh and Egypt. At least 80 percent of fund assets must be invested in equities and equity-related transferable securities issued by companies domiciled in emerging markets and/or frontier markets, or which conduct their principal business in emerging



markets and/or frontier markets. Up to 20 percent of fund assets may be invested in equities and equity-related transferable securities issued by companies classified by MSCI as Developed Markets. “Emerging markets” and “frontier markets” refer to such countries that are not classified as Developed Markets according to MSCI.

Unit classes

Tundra Frontier Africa Fund currently has unit classes with various quotation currencies and various requirements for initial minimum investments. As a unitholder in Tundra Frontier Africa Fund, you will in connection with the merger receive units in the unit class in Tundra Sustainable Frontier Fund that have the same quotation currency and minimum investment requirements as the unit class in which you are currently invested.

Risk profile and fees

The fees applicable and the risk and return profile for each fund are specified below.

Funds	ISIN	Annual management fee	Annual ongoing charge as specified in the KIID	Risk and return profile	Buy and Sell fees
Tundra Frontier Africa Fund Unit Class A (SEK)	SE0005 188 091	2.50%	2.63%	6	0.00%
Tundra Sustainable Frontier Fund Unit Class A (SEK)	SE0004 211 282	2.50%	2.55%	5	0.00%

Maximum entry charge of 5.00%. At present, the entry charge applied by the Fund Management Company is 0%. Please consult your financial adviser concerning exit/entry charges.

Auditor

In compliance with applicable regulations, an auditor will review the methods used to value assets and liabilities in the funds included in the merger before the merger is executed. This review will result in an opinion, which you may request by contacting us by telephone on +46 8 551 145 70 or by email to info@tundrafonder.se. Naturally, you are also welcome to contact us for further supplementary information.

KIID

A Key Investor Information Document (KIID) for investors in Tundra Sustainable Frontier Fund is enclosed with this letter. The KIID provides you with an overview of the investment strategy, risk category and fees applicable to the fund.